

Message Text

CONFIDENTIAL

PAGE 01 SANTIA 05106 232053Z

73

ACTION EB-07

INFO OCT-01 ARA-06 ISO-00 CAB-02 CIAE-00 COME-00 DODE-00

DOT-00 INR-07 NSAE-00 FAA-00 L-03 TRSE-00 SS-15

NSC-05 /046 W

----- 040062

P 232032Z JUL 75

FM AMEMBASSY SANTIAGO

TO SECSTATE WASHDC PRIORITY 4080

C O N F I D E N T I A L SANTIAGO 5106

EO 11652: GDS

TAGS: EFIN, ETRN, CI

SUBJECT: CIVAIR - RECIPROCAL INCOME TAX EXEMPTION AGREEMENT

REF: SANTIAGO 5082

1. FOREIGN MINISTRY HAS NOT ACTED UPON OUR SUGGESTION THAT THEY REPLY TO OUR NOTE 505 OF OCTOBER 22, 1972 ON THIS SUBJECT. RATHER, FONMIN ECONOMIC DIRECTOR BURR HAS PASSED US NOTE DATED JULY 23, MAKING NO REFERENCE TO OUR NOTE, BUT FORMALLY SUGGESTING AGREEMENT BE CONCLUDED AND TRANSMITTING FOR THIS PURPOSE TEXT CHILE USES WITH ANDEAN PACT PARTNERS.

2. INFORMALLY, BURR SUGGESTED THAT OUR NOTE 505 WOULD BE ACCEPTABLE IF CHANGED TO COVER ONLY AIR TRANSPORTATION. THEY ALSO WANT EFFECTIVE DATE OF EXEMPTION TO REMAIN JANUARY 1, 1972, AS PROPOSED IN OUR NOTE, MAKING AGREEMENT, IN ESSENCE, RETRO-ACTIVE.

3. ACCORDING TO BURR, LAN CHILE UNABLE TO PAY ABOUT \$2 MILLION OWED IRS ON INCOME EARNED SINCE JANUARY 1972. (WE UNDERSTAND BRANIFF PAID APPROXIMATELY \$200,000 TAXES TO GOC IN THAT PERIOD.) BURR STRESSED URGENCY OF MATTER SINCE BELIEVES IRS WILL ACT SOON.
POPPER

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TAX AGREEMENTS, INCOME TAXES, DIPLOMATIC NOTES
Control Number: n/a
Copy: SINGLE
Draft Date: 23 JUL 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975SANTIA05106
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750254-0777
From: SANTIAGO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750729/aaaaazyj.tel
Line Count: 52
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 1
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 75 SANTIAGO 5082
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 05 SEP 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <05 SEP 2003 by CunninFX>; APPROVED <19 NOV 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CIVAIR - RECIPROCAL INCOME TAX EXEMPTION AGREEMENT
TAGS: EFIN, ETRN, CI
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006